

NATURA COSMÉTICOS S.A.

CNPJ/MF No. 71.673.990/0001-77

Publicly-held Company

NIRE 35.300.143.183

Capital Subscribed to and Paid-in: R\$ 390,579,041.73 – 428,916,966 Registered Shares of Common Stock [ON]

Authorized Capital: up to 13,116,665 ON shares

MINUTES OF THE BOARD OF DIRECTORS MEETING HELD ON JULY 25, 2007

On July 25, 2007, at 10:00 a.m., at the Company's Headquarters located in the City of Itapeceira da Serra, State of São Paulo, at Rodovia Régis Bittencourt, s/nº, Km 293, Edifício I, the Board of Directors of **NATURA COSMÉTICOS S.A.** held a meeting, with attendance of the majority of its members and under the chairmanship of Mr. Pedro Luiz Barreiros Passos, for the purpose of, pursuant to the provisions of article 28, paragraph third, of the Company's Bylaws, **examining, discussing and voting the Executive Committee proposal for distribution of dividends, referring to months of January to June, 2007, to be allocated as the legal dividend for the corporate year to be ended on December 31, 2007.**

After the subject being analyzed, the directors approved, by unanimous vote and without any reservations, to be ratified by the Annual Shareholders Meeting designed to discuss the financial statements related to the fiscal year to be ended on December 31, 2007, that:

1. On August 10, 2007, dividends referring to months of January to June of 2007 shall be paid to shareholders in the total amount of one hundred and thirty-eight million, one hundred and thirty-eight thousand, four hundred and fifty-two Reais and thirty-five centavos (R\$ 138,138,452.35), corresponding R\$ 0,322192599 per share, without withholding of Income Tax at Source;
2. The calculation base for such dividends shall be the equity position on July 30, 2007 and, from July 31, 2007 on, the Company shares shall be negotiated ex dividends; and
3. The Company recorded the credits corresponding to the dividends in its accounting books on June 30, 2007.

As there are no other subjects to be discussed, the Chairman of the Presiding Committee declared the meeting closed, determining the drafting of these minutes that, upon being read and approved, were signed by all directors. Signatures: Pedro Luiz

Barreiros Passos, Chairman of the meeting and Co-chief executive operation of the Board; Guilherme Peirão Leal, Co-chief executive operation of the Board; Edson Vaz Mussa, Director; José Guimarães Monforte, Director; Luiz Ernesto Gemignani, Director and Júlio Moura Neto, director.

This document is a free English translation of the original instrument drawn up in the Company's records.

JOSÉ DAVID VILELA UBA

Chief Financial Officer and Chief Investor Relations Officer